STAND. COM. REP. NO. 721

Honolulu, Hawaii

MAR 0 6 2015

RE: S.B. No. 854

S.D. 2

Honorable Donna Mercado Kim President of the Senate Twenty-Eighth State Legislature Regular Session of 2015 State of Hawaii

Madam:

Your Committee on Ways and Means, to which was referred S.B. No. 854, S.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO PUBLIC SCHOOL LANDS,"

begs leave to report as follows:

The purpose and intent of this measure is to amend the Department of Education's pilot program for the lease of public school lands to require lessees of public school land and facilities to modify, construct, or utilize the facilities to benefit public educational purposes, rather than a broader requirement to meet public purposes.

The measure also:

- (1) Authorizes the Department of Education to enter into leaseback agreements; and
- (2) Requires the Department of Accounting and General Services to negotiate and process all leases entered into under the pilot program for the lease of public school land.

Your Committee received written comments in support of this measure from the Building Industry Association and the Chamber of Commerce Hawaii. The Department of Accounting and General Services and the Land Use Foundation of Hawaii submitted written comments on the measure.

Your Committee finds that this measure will facilitate the use of excess and underutilized public school lands to benefit Hawaii's public education system. Your Committee further finds that the measure's leaseback provision will allow the Department of Education to engage in public-private partnerships to achieve that purpose.

Your Committee has amended this measure by:

- (1) Deleting the requirement that the Department of Accounting and General Services negotiate and process all leases entered into under the pilot program; and
- (2) Defining the term "public educational purposes," rather than the term "public educational benefits," to more accurately reflect relevant language in the measure.

Your Committee notes that, although the measure has been amended to no longer require the Department of Accounting and General Services to negotiate and process leases of public school land, it may be prudent for the Department of Education to consult with the Department of Accounting and General Services in developing procedures to negotiate public-private partnership agreements relating to the lease of public school land.

As affirmed by the record of votes of the members of your Committee on Ways and Means that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 854, S.D. 1, as amended herein, and recommends that it pass Third Reading in the form attached hereto as S.B. No. 854, S.D. 2.

Respectfully submitted on behalf of the members of the Committee on Ways and Means,

JILL N. TOKUDA, Chair

The Senate Twenty-Eighth Legislature State of Hawai'i

Record of Votes Committee on Ways and Means WAM

Bill / Resolution No.:* SB854 SD1	Committee Referral: Date: 2/25/15				
The Committee is reconsidering its previous decision on this measure.					
If so, then the previous decision was to:					
The Recommendation is:					
Pass, unamended Pass, with amendments Hold Recommit 2312 2311 2310 2313					
Members		Aye	Aye (WR)	Nay	Excused
TOKUDA, Jill N. (C)					
KOUCHI, Ronald D. (VC)		محتا			
CHUN OAKLAND, Suzanne	V				
DELA CRUZ, Donovan M.		V			
ENGLISH, J. Kalani		/			
GALUTERIA, Brickwood					
HARIMOTO, Breene					
INOUYE, Lorraine R.		✓			
RIVIERE, Gil		V			
RUDERMAN, Russell E.		✓			
SLOM, Sam					
					-
TOTAL		q	1	8	1
Recommendation:					
Adopted Not Adopted					
Chair's or Designee's Signature:					
Distribution: Original Yellow Pink Goldenrod					
File with Committee Report Clerk's Office Drafting Agency Committee File Copy					

*Only one measure per Record of Votes